

LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1st Floor, LaSalle Building, 617 North 3rd Street, Baton Rouge, Louisiana, at 9:00 a.m. on **TUESDAY, DECEMBER 2, 2008**, upon the application of **ENCORE OPERATING LOUISIANA, LLC**.

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the **Haynesville Zone, Reservoir A**, in the Greenwood-Waskom Field, Caddo Parish, Louisiana.

1. To create two (2) additional drilling and production units for the exploration for and production of gas and condensate from the Haynesville Zone, Reservoir A, to be designated HA RA SUK and HA RA SUO.
2. To force pool and integrate all separately owned tracts, mineral leases and other property interests within each of the proposed additional units in accordance with Section 10, Title 30, of the Louisiana Revised Statutes of 1950, with each tract sharing in unit production on a surface acreage basis of participation.
3. To designate a unit operator of and unit wells for, the proposed additional units as may be appropriate.
4. To redefine the Haynesville Zone, Reservoir A, INsofar AND ONLY INsofar as to the proposed units designated HA RA SUK and the HA RA SUO, as being that gas and condensate bearing zone encountered between the depths of 9,828' and 11,145' (electrical log measurements) in the Encore Operating Louisiana, LLC. (formerly Greystone Oil & Gas, LLP)-Querbes No. 2 Well (SN 236852), located in Section 29, Township 16 North, Range 16 West.
5. To propose that future wells drilled to the Haynesville Zone within or outside of the unit proposed herein be located no closer than 330 feet to any unit line and no closer than 660 feet to any well completed in, drilling to or for which a permit has been granted to drill to the Haynesville Zone.
6. To provide that with respect to horizontal wells drilled to the Haynesville Zone, Reservoir A, in the proposed units, where the horizontal lateral portion of the well is cased and cemented back above the top of the Haynesville Zone, Reservoir A, the distance to any unit boundary will be calculated based on the distance to the nearest perforation in the well and not based on the penetration point or terminus.
7. To extend, except as in conflict with these proposals, the provisions of Office of Conservation Order No. 270-MM, effective June 19, 2007, as amended and supplemented by the Order No. 270-MM Series of Orders, and of all applicable Statewide Orders, to the additional units proposed herein.
8. To consider such other matters as may be pertinent.

The Haynesville Zone, Reservoir A is currently defined in Order No. 270-MM, effective June 19, 2007.

A plat is available for inspection in the Office of Conservation in **Baton Rouge** and **Shreveport**, Louisiana.
www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm.

All parties having interest therein shall take notice thereof.

BY ORDER OF:

**JAMES H. WELSH
COMMISSIONER OF CONSERVATION**

Baton Rouge, LA

10/16/08;10/21/08

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IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION-ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN TEN (10) WORKING DAYS OF THE HEARING DATE.